



3015 (02-09-04)

ANNUAL REPORT

OF

Name: THREE LAKES SANITARY DISTRICT NO.1

Principal Office: P.O. BOX 325
THREE LAKES, WI 54562

For the Year Ended: DECEMBER 31, 1998

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

TABLE OF CONTENTS

Schedule Name	Page
General Rules for Reporting	i
Signature Page	ii
Table of Contents	iii
Identification and Ownership	iv
 FINANCIAL SECTION	
Income Statement	F-01
Income Statement Account Details	F-02
Income from Merchandising, Jobbing & Contract Work (Accts. 415-416)	F-03
Revenues Subject to Wisconsin Remainder Assessment	F-04
Balance Sheet	F-05
Net Utility Plant	F-06
Accumulated Provision for Depreciation and Amortization of Utility Plant	F-07
Net Nonutility Property (Accts. 121 & 122)	F-08
Accumulated Provision for Uncollectible Accounts-Cr. (Acct. 144)	F-09
Materials and Supplies	F-10
Unamortized Debt Discount & Expense & Premium on Debt (Accts. 181 and 251)	F-11
Capital Paid in by Municipality (Acct. 200)	F-12
Bonds (Acct. 221)	F-13
Notes Payable & Miscellaneous Long-Term Debt	F-14
Taxes Accrued (Acct. 236)	F-15
Interest Accrued (Acct. 237)	F-16
Contributions in Aid of Construction (Account 271)	F-17
Balance Sheet End-of-Year Account Balances	F-18
Return on Rate Base Computation	F-19
Return on Proprietary Capital Computation	F-20
Important Changes During the Year	F-21
Financial Section Footnotes	F-22
 WATER OPERATING SECTION	
Water Operating Revenues & Expenses	W-01
Water Operating Revenues - Sales of Water	W-02
Sales for Resale (Acct. 466)	W-03
Other Operating Revenues (Water)	W-04
Water Operation & Maintenance Expenses	W-05
Taxes (Acct. 408 - Water)	W-06
Water Utility Plant in Service	W-08
Source of Supply, Pumping and Purchased Water Statistics	W-10
Sources of Water Supply - Ground Waters	W-11
Sources of Water Supply - Surface Waters	W-12
Pumping & Power Equipment	W-13
Reservoirs, Standpipes & Water Treatment	W-14
Water Mains	W-15
Water Services	W-16
Meters	W-17
Hydrants and Distribution System Valves	W-18
Water Operating Section Footnotes	W-19

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: THREE LAKES SANITARY DISTRICT NO.1**Utility Address:** P.O. BOX 325
THREE LAKES, WI 54562**When was utility organized?** 1/1/1954**Report any change in name:****Effective Date:****Utility Web Site:**

Utility employee in charge of correspondence concerning this report:

Name: RICK LANZ**Title:** DISTRICT TREASURER**Office Address:**P.O. BOX 325
THREE LAKES, WI 54562**Telephone:** (715) 546 - 3316**Fax Number:****E-mail Address:**

Individual or firm, if other than utility employee, preparing this report:

Name: STEVEN R METZ CPA**Title:** MANAGER**Office Address:** WIPFLI ULLRICH BERTELSON LLPP.O. BOX 127
MINOCQUA, WI 54548**Telephone:** (715) 356 - 9585**Fax Number:** (715) 356 - 1764**E-mail Address:**

Are records of utility audited by individuals or firms, other than utility employee? YES

Individual or firm, if other than utility employee, auditing utility records:

Name: STEVEN R METZ CPA**Title:** MANAGER**Office Address:** WIPFLI ULLRICH BERTELSON LLPP.O. BOX 127
MINOCQUA, WI 54548**Telephone:** (715) 356 - 9585**Fax Number:** (715) 356 - 1764**E-mail Address:****Date of most recent audit report:** 1/20/1999**Period covered by most recent audit:** 12-31-98

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: RODGER SZOPA**Title:** OPERATOR**Office Address:**

P.O. BOX 325

THREE LAKES, WI 54562

Telephone: (715) 546 - 3748**Fax Number:****E-mail Address:**

Name of utility commission/committee:

Names of members of utility commission/committee:

FRED BONACK, COMMISSIONER

DALE BRUSS, PRESIDENT

GERHARD SODER, COMMISSIONER

Is sewer service rendered by the utility? YES

If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.077 of the Wisconsin Statutes? YES

Date of Ordinance: 1/1/1954

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO

Provide the following information regarding the provider(s) of contract services:

Firm Name:**Contact Person:****Title:****Telephone:****Fax Number:****E-mail Address:**

Contract/Agreement beginning-ending dates:**Provide a brief description of the nature of Contract Operations being provided:**

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	94,673	89,470	1
Operating Expenses:			
Operation and Maintenance Expense (401)	53,285	45,393	2
Depreciation Expense (403)	17,143	14,566	3
Amortization Expense (404)	359	180	4
Taxes (408)	1,692	1,499	5
Total Operating Expenses	72,479	61,638	
Net Operating Income	22,194	27,832	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	22,194	27,832	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	7,535	9,568	9
Miscellaneous Nonoperating Income (421)	(1,310)	(15,048)	10
Total Other Income	6,225	(5,480)	
Total Income	28,419	22,352	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	0	0	12
Total Miscellaneous Income Deductions	0	0	
Income Before Interest Charges	28,419	22,352	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	33,686	13,147	13
Amortization of Debt Discount and Expense (428)			14
Amortization of Premium on Debt--Cr. (429)			15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)			18
Total Interest Charges	33,686	13,147	
Net Income	(5,267)	9,205	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	169,763	160,558	19
Balance Transferred from Income (433)	(5,267)	9,205	20
Miscellaneous Credits to Surplus (434)	0	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	164,496	169,763	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Amount (b)	
Revenues from Utility Plant Leased to Others (412):		
NONE		1
Total (Acct. 412):	0	
Expenses of Utility Plant Leased to Others (413):		
NONE		2
Total (Acct. 413):	0	
Nonoperating Rental Income (418):		
NONE		3
Total (Acct. 418):	0	
Interest and Dividend Income (419):		
BANK INTEREST	7,535	4
Total (Acct. 419):	7,535	
Miscellaneous Nonoperating Income (421):		
NON-REGULATED SEWER	(1,310)	5
Total (Acct. 421):	(1,310)	
Miscellaneous Amortization (425):		
NONE		6
Total (Acct. 425):	0	
Other Income Deductions (426):		
NONE		7
Total (Acct. 426):	0	
Miscellaneous Credits to Surplus (434):		
NONE		8
Total (Acct. 434):	0	
Miscellaneous Debits to Surplus (435):		
NONE		9
Total (Acct. 435)--Debit:	0	
Appropriations of Surplus (436):		
Detail appropriations to (from) account 215		10
Total (Acct. 436)--Debit:	0	
Appropriations of Income to Municipal Funds (439):		
NONE		11
Total (Acct. 439)--Debit:	0	

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	94,673	0	0	0	94,673	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	94,673	0	0	0	94,673	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	1,159,559	737,958	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	123,041	106,448	2
Net Utility Plant	1,036,518	631,510	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	695,662	695,662	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	278,776	267,095	4
Net Nonutility Property	416,886	428,567	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	71,175	132,911	7
Total Other Property and Investments	488,061	561,478	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	131,224	378,203	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	15,508	20,150	11
Other Accounts Receivable (143)	13,981	11,642	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	82,009	82,481	14
Materials and Supplies (150)	4,782	5,639	15
Prepayments (165)	4,701	2,663	16
Other Current and Accrued Assets (170)	2,124	2,358	17
Total Current and Accrued Assets	254,329	503,136	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	2,792	3,151	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	440	62,570	20
Total Deferred Debits	3,232	65,721	
Total Assets and Other Debits	1,782,140	1,761,845	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	340,000	290,000	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	164,496	169,763	23
Total Proprietary Capital	504,496	459,763	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	0	0	25
Other long-Term Debt (224)	615,000	660,000	26
Total Long-Term Debt	615,000	660,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	22,699	4,094	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	5,469	4,632	32
Other Current and Accrued Liabilities (238)	3,975	1,500	33
Total Current and Accrued Liabilities	32,143	10,226	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0	0	36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	630,501	631,856	38
Total Liabilities and Other Credits	1,782,140	1,761,845	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
Plant Accounts:					
Utility Plant in Service (100)	1,152,686	0	0	0	1
Utility Plant Purchased or Sold (391)					2
Utility Plant in Process of Reclassification (392)					3
Utility Plant Leased to Others (393)					4
Property Held for Future Use (394)					5
Construction Work in Progress (395)	6,873				6
Utility Plant Acquisition Adjustments (396)					7
Other Utility Plant Adjustments (397)					8
Total Utility Plant	1,159,559	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	123,041	0	0	0	9
Total Accumulated Provision	123,041	0	0	0	
Net Utility Plant	1,036,518	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Depreciation Accruals (Credits) during the year:

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year	106,448				106,448	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	17,143				17,143	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	17,143	0	0	0	17,143	13
Debits during year						14
Book cost of plant retired	550				550	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	550	0	0	0	550	19
Balance End of Year	123,041	0	0	0	123,041	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						22

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	695,662			695,662	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	695,662	0	0	695,662	
Less accum. prov. depr. & amort. (122)	267,095	11,681		278,776	3
Net Nonutility Property	428,567	(11,681)	0	416,886	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel for generation					0	0	1
Other					0	0	2
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	4,782	5,639	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	4,782	5,639	

UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT (ACCTS. 181 AND 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
BOND ISSUE COSTS	164	181	1,053	1
BOND ISSUE COSTS 11/97	195	181	1,739	2
Total			2,792	
Unamortized premium on debt (251)				
NONE	0	0	0	3
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	290,000	1
Changes during year (explain):		
ANNUAL TAX LEVY	50,000	2
Balance end of year	340,000	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)
-------------------------------------	----------------------------------	--	----------------------------------	---

NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
GO PROMISSORY NOTE M&I BANK	11/18/1997	05/01/2007	5.13%	475,000	1
GO PROMISSORY NOTE M&I	05/01/1995	05/01/2005	6.05%	140,000	2
Total for Account 224				615,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	1,692	2
Charged electric department expense		3
Charged sewer department expense	1,624	4
Other (explain):		
NONE		5
Total Accruals and other credits	3,316	
Taxes paid during year:		
County, state and local taxes	3,248	6
Social Security taxes		7
PSC Remainder Assessment	68	8
Other (explain):		
NONE		9
Total payments and other debits	3,316	
Balance end of year	0	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
GO PROMISSORY NOTES M&I	1,613	8,874	9,075	1,412	3
GO PROMISSORY NOTES M&I BANK	3,019	24,812	23,774	4,057	4
Subtotal	4,632	33,686	32,849	5,469	
Notes Payable (231)					
NONE	0			0	5
Subtotal	0	0	0	0	
Total	4,632	33,686	32,849	5,469	

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	175,727	0	0	456,129	0	631,856	1
Add credits during year:							
For Services	150			1,120		1,270	2
For Mains						0	3
Other (specify):							
NONE						0	4
Deduct charges (specify):							
REVISION IN SPECIAL ASSESSMENT	2,625					2,625	5
Balance End of Year	173,252	0	0	457,249	0	630,501	
Amount of federal and state grants in aid received for utility construction included in End of Year totals				346,558		346,558	6

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
DEPRECIATION SINKING FUND	45,010	3
DEBT RETIREMENT SINKING FUND	26,165	4
Total (Acct. 125):	71,175	
Notes Receivable (141):		
NONE		5
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	14,278	6
Electric		7
Sewer (Regulated)		8
Other (specify):		
OTHER ACCOUNTS RECEIVABLE	1,230	9
Total (Acct. 142):	15,508	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	13,981	10
Merchandising, jobbing and contract work		11
Other (specify):		
NONE		12
Total (Acct. 143):	13,981	
Receivables from Municipality (145):		
DELINQUENT WATER AND SEWER BILLS	2,771	13
DEBT LEVY	50,000	14
PUBLIC FIRE PROTECTION	27,372	15
STAND BY CHARGES	1,866	16
Total (Acct. 145):	82,009	
Prepayments (165):		
INSURANCE	4,701	17
Total (Acct. 165):	4,701	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)
Extraordinary Property Losses (182):	
NONE	18
Total (Acct. 182):	0
Other Deferred Debits (183):	
CONSTRUCTION IN PROGRESS	440 19
Total (Acct. 183):	440
Payables to Municipality (233):	
NONE	20
Total (Acct. 233):	0
Other Deferred Credits (253):	
NONE	21
Total (Acct. 253):	0

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include property held for future use or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service	900,291	0	0	0	900,291	1
Materials and Supplies	5,210	0	0	0	5,210	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation	114,744	0	0	0	114,744	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	174,489	0	0	0	174,489	6
Other (specify):					0	7
Average Net Rate Base	616,268	0	0	0	616,268	
Net Operating Income	22,194	0	0	0	22,194	8
Net Operating Income as a percent of						
Average Net Rate Base	3.60%	N/A	N/A	N/A	3.60%	

RETURN ON PROPRIETARY CAPITAL COMPUTATION

1. The data used in calculating proprietary capital are averages.
2. Calculate those averages by summing the first-of-year and end-of-year figures for each account and then dividing by two.

Description (a)	Amount (b)	
Average Proprietary Capital		
Capital Paid in by Municipality	315,000	1
Appropriated Earned Surplus	0	2
Unappropriated Earned Surplus	167,129	3
Other (Specify):		4
Total Average Proprietary Capital	482,129	
Net Income		
Net Income	(5,267)	5
Percent Return on Proprietary Capital	-1.09%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Identification and Ownership (Page iv)

Response received 9/20/99

Item 1: \$500,000 will be reclassified to a/c 342 in 1999. In future, amortization will be recorded in a/c 428.

Item 2: Several main breaks required additional outside services of excavators and plumbers to repair.

Item 3: Contributed by the town. Service to the fire station.
ele

July 21, 1999

Mr. Rick Lanz, District Treasurer
Three Lakes Sanitary District
P.O. Box 325
Three Lakes, WI 54562-0325

1998 Analytical Review DWCCA-5900-ELE

Dear Mr. Lanz:

The Public Service Commission (PSC) is in the process of completing an analytical review of your utility's 1998 annual report. The purposes of an analytical review are to detect possible reporting or accounting related errors and to identify significant fluctuations from established trends in reported data not sufficiently explained in the annual report. It is our hope that our review will supply information that will enable us to better provide guidance to your utility regarding proper utility accounting and the preparation of future annual reports. In order to complete this review, we request the following information:

1. The Water Mains schedule on page W-15, column E, reports only 210 feet of pipe added during the year, corresponding to the \$503,230 added to Account 343, Transmission and Distribution Mains, on page W-8, line 27, column (c). Also, on page W-14 there is a new water tower but no cost was added to Account 342, Distribution Reservoirs and Standpipes. If the cost of the new water tower is included in the \$503,230 added to Account 343, this amount should be reclassified to Account 342. This adjustment should be reflected in the adjustments column of the Water Utility Plant in Service schedule in the 1999 annual report.

Amortization of the balance in Account 181, Unamortized Debt Discount and Expense, should be charged to Account 428, Amortization of Debt Discount and Expense, rather than Account 404, Amortization Expense. Please note this for future reference.

2. During our review, we noted that total General Operating Expenses reported on page W-1 increased over 30% from 1997. Please furnish a brief explanation for this increase.

3. During our review, we noted \$150 reported as a services contribution in Account 271, Contributions in Aid of Construction, page F-17. However, no units are reported added to the Water Services schedule, or dollar additions to Account 345, Services, Water Utility Plant in Service schedule, pages W-8

FINANCIAL SECTION FOOTNOTES

and W-9. Please indicate who contributed this amount and when the service was installed.

We appreciate your cooperation in providing the above information. These recommendations are intended to provide accounting assistance and should not be construed as criticisms of utility personnel. If you have any questions, please feel free to contact me at (608) 266-3768. Please respond within 30 days of this letter. If we have no questions regarding your response, you can consider the review closed.

Sincerely,

Elaine Engelke
Financial Specialist
Division of Water, Compliance, and Consumer Affairs

ELE:tlk:w:\compl\analytical review letters\July 21 1999 rev letters e 1.doc

cc: Mr. Dale Bruss, President

WATER OPERATING REVENUES & EXPENSES

Particulars (a)		Amounts (b)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)		90,128	1
Total Sales of Water		90,128	
Other Operating Revenues			
Forfeited Discounts (470)		707	2
Other Water Revenues (474)		3,838	3
Amortization of Construction Grants (475)		0	4
Total Other Operating Revenues		4,545	
Total Operating Revenues		94,673	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)		30,339	5
General Operating Expenses (680-690)		22,946	6
Total Operation and Maintenance Expenses		53,285	
Other Operating Expenses			
Depreciation Expense (403)		17,143	7
Amortization Expense (404)		359	8
Taxes (408)		1,692	9
Total Other Operating Expenses		19,194	
Total Operating Expenses		72,479	
NET OPERATING INCOME		22,194	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Bulk sales should be account 460.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	175	7,860	31,885	4
Commercial	78	9,083	25,467	5
Industrial				6
Total Metered Sales to General Customers (461)	253	16,943	57,352	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)	1		27,372	8
Other Sales to Public Authorities (464)	10	2,512	5,404	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	264	19,455	90,128	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1)	27,372	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	27,372	
Forfeited Discounts (470):		
Customer late payment charges	707	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	707	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department		7
Other (specify):		
OTHER WATER REVENUES	3,838	8
Total Other Water Revenues (474)	3,838	
Amortization of Construction Grants (475):		
NONE		9
Total Amortization of Construction Grants (475)	0	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
PLANT OPERATION AND MAINTENANCE EXPENSES		
Salaries and Wages (600)	17,898	1
Purchased Water (610)		2
Fuel or Power Purchased for Pumping (620)	2,475	3
Chemicals (630)	3,194	4
Supplies and Expenses (640)	5,508	5
Repairs of Water Plant (650)	39	6
Transportation Expenses (660)	1,225	7
Total Plant Operation and Maintenance Expenses	30,339	
GENERAL OPERATING EXPENSES		
Administrative and General Salaries (680)	3,063	8
Office Supplies and Expenses (681)	2,257	9
Outside Services Employed (682)	9,728	10
Insurance Expense (684)	2,856	11
Employees Pensions and Benefits (686)	4,942	12
Regulatory Commission Expenses (688)		13
Miscellaneous General Expenses (689)	100	14
Uncollectible Accounts (690)		15
Total General Operating Expenses	22,946	
Total Operation and Maintenance Expenses	53,285	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Property Tax Equivalent			1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			2
Net property tax equivalent		0	
Social Security		1,624	3
PSC Remainder Assessment		68	4
Other (specify): NONE			5
Total tax expense		1,692	

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	7,160		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	53,026		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	60,186	0	
PUMPING PLANT			
Land and Land Rights (320)	606		12
Structures and Improvements (321)	16,239	786	13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	19,708	1,500	17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	8,566		20
Total Pumping Plant	45,119	2,286	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	4,103		23
Total Water Treatment Plant	4,103	0	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	525		24
Structures and Improvements (341)	0		25

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)		(2,000)	5,160	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			53,026	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	(2,000)	58,186	
PUMPING PLANT				
Land and Land Rights (320)			606	12
Structures and Improvements (321)			17,025	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			21,208	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			8,566	20
Total Pumping Plant	0	0	47,405	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			4,103	23
Total Water Treatment Plant	0	0	4,103	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			525	24
Structures and Improvements (341)			0	25

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)	25,670		26
Transmission and Distribution Mains (343)	428,389	503,230	27
Fire Mains (344)	0		28
Services (345)	30,767		29
Meters (346)	20,803	1,074	30
Hydrants (348)	28,493	750	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	534,647	505,054	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	2,091		35
Computer Equipment (372.1)	0		36
Transportation Equipment (373)	1,200		37
Other General Equipment (379)	550		38
Other Tangible Property (390)	0		39
Total General Plant	3,841	0	
Total utility plant in service directly assignable	647,896	507,340	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	647,896	507,340	

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Distribution Reservoirs and Standpipes (342)			25,670	26
Transmission and Distribution Mains (343)	500		931,119	27
Fire Mains (344)			0	28
Services (345)			30,767	29
Meters (346)	50		21,827	30
Hydrants (348)			29,243	31
Other Transmission and Distribution Plant (349)			0	32
Total Transmission and Distribution Plant	550	0	1,039,151	
GENERAL PLANT				
Land and Land Rights (370)			0	33
Structures and Improvements (371)			0	34
Office Furniture and Equipment (372)			2,091	35
Computer Equipment (372.1)			0	36
Transportation Equipment (373)			1,200	37
Other General Equipment (379)			550	38
Other Tangible Property (390)			0	39
Total General Plant	0	0	3,841	
Total utility plant in service directly assignable	550	(2,000)	1,152,686	
Common Utility Plant Allocated to Water Department			0	40
Total utility plant in service	550	(2,000)	1,152,686	

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			2,413	2,413	1
February			2,009	2,009	2
March			1,750	1,750	3
April			1,821	1,821	4
May			2,547	2,547	5
June			2,071	2,071	6
July			3,134	3,134	7
August			2,969	2,969	8
September			2,299	2,299	9
October			2,430	2,430	10
November			2,107	2,107	11
December			2,272	2,272	12
Total for year	0	0	27,822	27,822	
Less: Measured or estimated water used in main flushing and water treatment during year					13
Less: Other utility use				6,730	14
Other utility use explanation:					15
WATER LEAKS, TRICKLE TO PREVENT FREEZE UPS AND MAIN BREAKS					
Water pumped into distribution system				21,092	16
Less: Water sold				19,455	17
Losses and unaccounted for				1,637	18
Percent unaccounted for to the nearest whole percent (%)				8%	19
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					20
Maximum gallons pumped by all methods in any one day during reporting year				228	21
Date of maximum: 7/16/1998					22
Cause of maximum:					23
NORMAL USEAGE					
Minimum gallons pumped by all methods in any one day during reporting year				35	24
Date of minimum: 11/8/1998					25
Total KWH used for pumping for the year				36,891	26
If water is purchased:Vendor Name:					27
Point of Delivery:					28

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELL #2 CAISSON	#2	72	12	1	Yes	1
WELL #3 GRAVEL PACK	#3	63	12	1	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Identification Number (b)	Intakes			Diameter in inches (e)
		Distance From Shore in feet (c)	Depth Below Surface in feet (d)		
		NONE			

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	WELL #2	WELL #3		1
Location	WELL #2	WELL #3		2
Purpose	P	P		3
Destination	R	R		4
Pump Manufacturer	LAYNE	LAYNE		5
Year Installed	1998	1974		6
Type	CENTRIFUGAL	CENTRIFUGAL		7
Actual Capacity (gpm)	350	220		8
Pump Motor or Standby Engine Mfr	US ELECTRIC	GENERAL ELECTRIC		10
Year Installed	1998	1974		11
Type	ELECTRIC	ELECTRIC		12
Horsepower	25	20		13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22
Year Installed				23
Type				24
Horsepower				25
				26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	ELEVATED TANK	NEW TOWER 1998	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
			3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	4
			5
Year constructed	1954	1998	6
			7
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	8
			9
Elevation difference in feet (See Headnote 3.)	65	150	10
Total capacity in gallons	50,000	150,000	11
WATER TREATMENT PLANT			12
Disinfection, type of equipment (gas, liquid, powder, other)	OTHER	OTHER	13
			14
Points of application (wellhouse, central facilities, booster station, other)	OTHER	OTHER	15
			16
Filters, type (gravity, pressure, other, none)	NONE	NONE	17
			18
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	1.0000	1.5229	19
			20
Is a corrosion control chemical used (yes, no)?	Y	Y	21
			22
Is water fluoridated (yes, no)?	N	N	23
			24
			25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet							
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)
M	D	3.000	5,176	0	117	0	5,059
M	D	6.000	16,465	210	0	0	16,675
M	D	8.000	3,623	0	175	0	3,448
M	D	12.000	3,736	0	0	0	3,736
Total Within Municipality			29,000	210	292	0	28,918
M	D	12.000	133	0	0	0	133
Total Outside of Municipality			133	0	0	0	133
Total Utility			29,133	210	292	0	29,051

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	206	0	0	0	206		1
M	1.000	30	0	0	0	30		2
M	1.250	13	0	0	0	13		3
M	1.500	11	0	0	0	11		4
M	2.000	5	0	0	0	5		5
M	3.000	1	0	0	0	1		6
M	4.000	1	0	0	0	1		7
M	6.000	3	0	0	0	3		8
Total Utility		270	0	0	0	270	0	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	224	0	0	0	224	13	1
1.000	41	4	0	0	45	0	2
1.500	6	2	0	0	8	0	3
2.000	7	0	2	0	5	0	4
3.000	1	0	0	0	1	0	5
Total:	279	6	2	0	283	13	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	159	50	0	7	0	8	224	1
1.000	17	17	0	5	0	6	45	2
1.500	2	3	0	0	0	3	8	3
2.000	2	0	0	2	0	1	5	4
3.000	0	1	0	0	0	0	1	5
Total:	180	71	0	14	0	18	283	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	2	1			3	1
Within Municipality	36				36	2
Total Fire Hydrants	38	1	0	0	39	
Flushing Hydrants						
	3				3	3
Total Flushing Hydrants	3	0	0	0	3	

Wis. Admin. Code § 185.87 requires that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Report the number operated during the year

Number of hydrants operated during year:	36
Number of distribution system valves end of year:	114
Number of distribution valves operated during year:	70

WATER OPERATING SECTION FOOTNOTES

Water Utility Plant in Service (Page W-08)

PAGE W-9 LINE 4f - REPRESENTS A RECLASSIFICATION OF \$2000 OF LAND PURCHASE PRICE TO BE ALLOCATED TO SEWER OPERATIONS.

Water Mains (Page W-15)

PAGE W-15 LINE 2E - REPRESENTS NEW MAIN INSTALLED DURING CONSTRUCTION OF WATER TOWER AND RELATED CONNECTION TO WATER SYSTEM. DISTRICT DEBT WAS USED TO PAY FOR THE CONSTRUCTION OF THE TOWER.
